Findings on performance of PSUs

396. SHRI ASHOK MITRA: Will the PRIME MINISTER be pleased to state:

(a) whether Government's attention has been drawn to the findings of an analysis by the Centre for Monitoring Indian Economy to the effect that, as measured by the rate of return on invested capital, the performance of our public undertaking has in recent years been superior to that of private sector units; and

(b) whether Governmenet would consider it necessary to modulate the economic policies pursued since June, 1991 in view of the above findings?

THE MINISTER OF STATE IN THE MINISTRY OF INDUSTRY (SMT. KRISHNA SAHI): (a) As per available information, a recent analysis made by CMIE had revealed that the growth of sales/ net profit of PSUs during 1992-93 over 1990-91 was better than that of private sector units. An earlier analysis had, however, revealed that the performance of private sector was superior to that of public sector during the period 89-90 to 91-92, in different specific parameters.

(b) Does not arise.

Special Tripartite Committee on sick PSUs

397. SHRI E. BALANADAN:
SHRI DIPANKAR MUKHERJEE:

Will the PRIME MINISTER be pleased to state:

(a) whether in his letter dated 9th June, 1992 to Chief Minister Government of West Bengal he had informed that the Special Tripartite Committee under Minisry of Labour was looking into the problems of PSUs in each sector and trying to find solution;

(b) whether it was stated in he said letters that if solutions are agreed to in the tripartite committees, the BIFR would then really be required to accord formal approval to he rehabilitation plan; and

(c) whether it is a fact that the Industrial Tripartite Committee on engineering sector has recommended unanimous revival packages for 15 sick Central PSUs and if so, the reasons for which the same have not yet been placed before BIFR for formal approval?

THE MINISTER OF STATE IN THE MINISTRY OF INDUSTRY (SMT. KRISHNA SAHI): (a) and (b) Yes, Sir.

(c) In the meeting of Industrial Committee on Engineering Idustry held on 4.2.94 and 14.2.94 15 sick Central PSUs under reference to Board for Industrial and Financial Reconstruction (BIFR) were considered. The list of these 15 PSUs is given in the enclosed statement (*See* below). It was decided that the Trade Unions would give their comments and views with respect to the 15 Central PSEs to the Government to be taken into account while considering the revival cases of those PSUs. Out of 15 cases the Government have so far considered 12 cases (Serial No. 1 to 12 of Annexure) for deciding the stand of the Government on each case in a proceeding in BIFR.

Statement

List of sick PSUs

1. Heavy Engineering Corporation
2. Mining and Allied Machinery Corporation
3. Cycle Corporation of India Ltd.
4. Nagaland Pulp and Paper Corporation
5. Mandya National Paper Mills Ltd.